

Department of Water Resources

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DESCRIPTION	FY 2003 ACTUAL	FY 2004 ESTIMATE	FY 2005	
			OSP	JLBC
OPERATING BUDGET				
<i>Full Time Equivalent Positions</i>	192.2	189.7		189.7
Personal Services	7,586,500	6,993,300		6,993,300
Employee Related Expenditures	1,787,900	1,981,900		1,981,900
Professional and Outside Services	544,100	610,200		610,200
Travel - In State	240,900	308,700		308,700
Travel - Out of State	19,500	30,000		30,000
Other Operating Expenditures	2,418,800	2,661,500		2,661,500
Equipment	513,400	289,700		289,700
OPERATING SUBTOTAL	13,111,100	12,875,300		12,875,300
SPECIAL LINE ITEMS				
Arizona Water Protection Fund Deposit	0	0		0
Rural Water Studies	475,300	500,000		500,000
Water Banking	0	500,000		500,000
AGENCY TOTAL	13,586,400	13,875,300		13,875,300

FUND SOURCES

General Fund	13,586,400	13,875,300	13,875,300
SUBTOTAL - Appropriated Funds	13,586,400	13,875,300	13,875,300
Other Non-Appropriated Funds	34,343,300	28,660,400	26,836,700
Federal Funds	512,100	571,600	180,700
TOTAL - ALL SOURCES	48,441,800	43,107,300	40,892,700

CHANGE IN FUNDING SUMMARY

	FY 2004 to FY 2005 JLBC	
	\$ Change	% Change
General Fund	0	0.0%
Total Appropriated Funds	0	0.0%
Non Appropriated Funds	(2,214,600)	(7.6%)
Total - All Sources	(2,214,600)	(5.1%)

AGENCY DESCRIPTION — The department administers and enforces Arizona's groundwater code, administers surface water rights laws, and represents Arizona's water rights with the federal government. The department also inspects dams and participates in flood control planning.

PERFORMANCE MEASURES	FY 2003 Appropriation	FY 2003 Actual	FY 2004 Appropriation	FY 2005 Recommend.
• Per capita water use in Active Management Areas (Acre Feet)	2.74	2.74	2.74	2.74
• % of Colorado River entitlement used	94	100	100	100
• % of Arizona's unused Colorado River entitlement that is recharged via the Water Banking Authority	88	95	95	95
• Number of dams in a non emergency unsafe condition	15	15	13	13
• % of rural watershed studies contract deliverables completed and accepted	100	100	100	100
• % of agency staff turnover	12	6	6	6
• Administration as a % of total cost	11.8	4.7	5.5	4.7
• Customer satisfaction rating for Hydrology Program (Scale 1-8)	6.0	8.0	7.7	8.0

Operating Budget

Lease Costs	GF	\$0
The JLBC recommends no change from the General Fund for increased lease costs. The agency would absorb a FY 2005 lease increase of \$14,200 within its Other Operating Expenditures. Within its budget, the agency has the discretion to shift these monies from other line items.		

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Administrative (WCA3025/A.R.S. § 45-113)		Non-Appropriated
Source of Revenue: A portion of various fees paid to the department is deposited in this fund.		
Purpose of Fund: To refund excess fees paid to the department in error.		
Funds Expended	0	0
Year-End Fund Balance	2,300	0
Augmentation and Conservation Assistance (WCA2213/A.R.S. § 45-615)		Non-Appropriated
Source of Revenue: A portion of fees for groundwater withdrawal in active water management areas.		
Purpose of Fund: For developing water supply augmentation projects, such as groundwater recharge projects, and for conservation programs in active water management areas. Various statutes require the director to distribute the funds to the Active Management Areas, to the Tucson Augmentation Authority, and to any groundwater replenishment districts that may be established. The Year-End Fund Balance represents a cash balance only and does not reflect monies already obligated for grants.		
Funds Expended	1,894,500	179,200
Year-End Fund Balance	3,993,700	3,245,800
Dam Repair (WCA2218/A.R.S. § 45-1212.01)		Non-Appropriated
Source of Revenue: Repayments for emergency remedial measures undertaken by the department, dam safety inspection fees, repair fees, and legislative appropriations.		
Purpose of Fund: For emergency remedial measures on privately owned dams as necessary to protect life and property. Also used to make loans and grants to private dam owners for costs of non-emergency repairs.		
Funds Expended	192,900	60,000
Year-End Fund Balance	1,433,100	43,100
Federal Grants (WCA2000/A.R.S. § 45-105)		Non-Appropriated
Source of Revenue: Grants from the federal government.		
Purpose of Fund: For border water issues and to assist communities with federal flood insurance requirements.		
Funds Expended	512,100	571,600
Year-End Fund Balance	36,300	38,600
Flood Warning System (WCA1021/A.R.S. § 45-1503)		Non-Appropriated
Source of Revenue: Legislative appropriations, grants, and contributions from other public agencies.		
Purpose of Fund: To develop a flood warning system, purchase flood warning equipment, and provide assistance to local entities on a cost sharing basis for the planning, design, installation, operation, and maintenance of flood warning systems.		
Funds Expended	43,100	0
Year-End Fund Balance	100	100
General Adjudications (WCA2191/A.R.S. § 45-260)		Non-Appropriated
Source of Revenue: Fees for publications and reproductions.		
Purpose of Fund: To cover postage and other costs of serving legal notices to water rights claimants.		
Funds Expended	69,600	75,000
Year-End Fund Balance	299,800	424,800
Indirect Cost Recovery (WCA9000/A.R.S. § 45-104)		Non-Appropriated
Source of Revenue: Transfers from federal and other non-appropriated funds.		
Purpose of Fund: To provide for various indirect administrative costs.		
Funds Expended	949,400	1,066,900
Year-End Fund Balance	616,700	382,100

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Interagency Service Agreement (WCA2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Grant from the Arizona Department of Administration.		
Purpose of Fund: Monies are used to provide space and administrative support for Arizona Government University.		
Funds Expended	451,400	60,000
Year-End Fund Balance	170,300	170,300
Production and Copying (WCA2411/A.R.S. § 45-115)		Non-Appropriated
Source of Revenue: Payment for the production of publications and for copies of department records. Any amount in excess of \$20,000 at the end of each fiscal year reverts to the General Fund.		
Purpose of Fund: For the costs of producing and copying department publications and records.		
Funds Expended	45,200	50,000
Year-End Fund Balance	17,300	17,300
Publications and Mailings (WCA2410/A.R.S. § 45-116)		Non-Appropriated
Source of Revenue: Payment for the publication and mailing of legal notices required by law. Any amount in excess of \$20,000 at the end of each fiscal year reverts to the General Fund.		
Purpose of Fund: To provide for the department's expenditures in publishing and mailing legal notices.		
Funds Expended	16,600	15,000
Year-End Fund Balance	5,200	5,200
Purchase and Retirement (WCA2474/A.R.S. § 45-615)		Non-Appropriated
Source of Revenue: Monies received to purchase and retire grandfathered groundwater rights.		
Purpose of Fund: To purchase and retire groundwater rights owned prior to the 1980 Groundwater Code.		
Funds Expended	0	0
Year-End Fund Balance	5,200	5,200
State Water Storage (WCA2287/A.R.S. § 45-897.01)		Non-Appropriated
Source of Revenue: As of January 1, 1997, the only revenue source to this fund is interest on investments. Prior to that date, the fund received property taxes levied by the multi-county water conservation districts. These taxes are now directed to the State Water Banking Fund.		
Purpose of Fund: For the costs of approved underground water storage demonstration projects. The fund may be used for purchasing excess Central Arizona Project water. The Department of Water Resources provides administrative support for this fund, but control of expenditures is vested in the Central Arizona Water Conservation District.		
Funds Expended	8,714,000	2,400,000
Year-End Fund Balance	4,648,300	2,408,300
Arizona Water Banking (WCA2110/A.R.S. § 45-2425)		Non-Appropriated
Source of Revenue: General Fund appropriations and fees associated with the purchase, lease, storage, accreditation, and delivery of Colorado River water to municipalities and industrial water users. The Legislature appropriated \$500,000 in both FY 2003 and FY 2004. The fund also receives a portion of the 4% property tax collected by the Central Arizona Project to pay for water storage. This fund operates on a calendar year. Because the fees and taxes are collected at the end of the fiscal year, the fiscal year-end balance is not reflective of the calendar year-end balance.		
Purpose of Fund: For the purchase and storage of the unused portion of Arizona's Colorado River water allotment.		
Funds Expended from the General Fund	500,000	500,000
Other Funds Expended	18,065,900	22,963,800
Year-End Fund Balance	40,502,600	41,913,800

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Arizona Water Protection (WCA1302/A.R.S. § 45-2111)		Non-Appropriated
<p>Source of Revenue: General Fund appropriations, revenues from water purchased or leased to out-of-state customers, and interest on investments. In both FY 2003 and FY 2004, a session law statutory change eliminated the General Fund appropriation to this fund.</p> <p>Purpose of Fund: To provide grants for projects that protect water quality and quantity, as well as to maintain, enhance, and restore rivers, streams, and associated riparian habitats. The Water Protection Fund Commission reviews grant applications and determines the annual recipients. The Department of Water Resources provides administrative support to the commission. The Year-End Fund Balances are cash balances and do not reflect amounts obligated on outstanding grants.</p>		
Funds Expended	2,809,400	680,000
Year-End Fund Balance	7,807,200	523,800
Arizona Water Quality (WCA2304/A.R.S. § 45-618)		Non-Appropriated
<p>Source of Revenue: An annual \$800,000 transfer originating from the Water Quality Assurance Revolving Fund (WQARF) and administered by the Arizona Department of Environmental Quality (ADEQ), as well as interest on fund monies.</p> <p>Purpose of Fund: To inspect wells for vertical cross-contamination of groundwater with hazardous substances and to take appropriate remedial action on contaminated wells. Inspections are done in conjunction with ADEQ's WQARF program.</p>		
Funds Expended	1,091,300	647,300
Year-End Fund Balance	597,300	454,900
Well Administration and Enforcement (WCA9502/A.R.S. § 45-606)		Non-Appropriated
<p>Source of Revenue: Notice of Intention to Drill fees paid to the department.</p> <p>Purpose of Fund: For enforcement of well drilling regulations.</p>		
Funds Expended	0	463,200
Year-End Fund Balance	58,900	55,700

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